

INFORMATIONAL LETTER NO. 2063-MC-FFS

DATE: November 14, 2019

TO: Intermediate Care Facilities for Individuals with Intellectual Disabilities (ICF/ID)

APPLIES TO: Managed Care (MC), Fee-for-Service (FFS)

FROM: Iowa Department of Human Services (DHS), Iowa Medicaid Enterprise (IME)

RE: ICF/ID Rates

EFFECTIVE: July 1, 2019

*****This Informational Letter Replaces IL 1993-MC-FFS*****

Per 2017 Iowa Acts, chapter 174 (House File 653), ICF/ID providers receive annual rate updates for changes in the overall 80th percentile limit and new inflation effective July 1 annually. Beginning March 31, 2019, and annually on March 31 thereafter, the IME will be sending the rate updates for changes to the 80th percentile limit and new inflation, which are effective July 1, to providers and the Managed Care Organizations (MCOs) in advance of the effective date. This will provide time for the MCOs to load rates and work with providers regarding the updates. Both FFS and MCO claims will be paid prospectively at the updated rate effective on July 1, 2019.

Rates may also be updated annually based on the submission of the financial and statistical report. The IME notifies providers of the rate updates once a review of the financial and statistical report (i.e., cost report) is finalized. After provider notification, the IME notifies each MCO of the updated rate and the IME effective date. FFS and MCO claims are paid retroactively to the rate effective date.

The MCOs shall modify their network provider participation agreements as necessary to ensure consistency with this Informational Letter.

If you have any questions, please contact Jessica McBride at jmcbrid@dhs.state.ia.us or 515-256-4639.